

9C SANTIAGO 7239

05/06/91 095418

PRINTER: HG

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PAGE 01

SANTIA

07239

172101Z

ACTION ARA-01

INFO LOG-00

AJS-00

172101Z

OTIC-02

CTAC-00

EE-01

DDDE-00

IO-19

NEA-01

NSCE-00

NSAE-00

CTAC-00

TRSE-00

P4-01

CIR-01

OTIC-01

OMD-01

STR-18

INRE-00

ACDA-13

TST-02

USIE-00

JUSE-00

DDDE-00

T-1

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057620 172127Z /66

P 172058Z SEP 90

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC PRIORITY 79R1

INFO USDOC WASHDC

FAA WASHDC

USMISSION USUN NEW YORK

USCINCSO QUARRY HEIGHTS

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DEPT FOR ARA/SC

ALSO FOR P4/OTC

E.O. 12356: 1/A

TAGS: MASS, PINK, PARK, ETRC, IZ, CI

SUBJECT: CARDON INDUSTRIES REQUEST FOR F.A.A.

HELICOPTER CERTIFICATE

REF: SANTIAGO 3065V

1. AMBASSADOR HAS RECEIVED LETTER FROM CHILEAN ARMS
MERCHANT CARLOS CARDON CONCERNING FAA SUPPLEMENTAL
TYPE CERTIFICATE (STC) FOR CARDON'S BELL 206L
HELICOPTER. CARDON ASSERTS THAT ALTHOUGH HIS
COMPANY DOES NOT INTEND TO SELL MILITARIZED VERSION
OF THE MODIFIED HELICOPTER TO THE GOVERNMENT OF IRAQ,
FAA WILL NOT ISSUE STC UNTIL "POLITICAL ISSUES" HAVE
BEEN RESOLVED. THE LETTER INDICATES THAT CARDON IS

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PREPARED TO TRANSFER TOTAL RESPONSIBILITY FOR THE
HELICOPTER PROGRAM TO U.S. HELICOPTER TECHNOLOGY,
INC., "TO HELP CORRECT THE MISCONCEPTION THAT IRAQ
WILL BE RECEIVING MODIFIED HELICOPTERS."

2. BEGIN TEXT OF LETTER:

DEAR MR. AMBASSADOR,

IN MARCH 1989, I CONTRACTED WITH GLOBAL HELICOPTER
TECHNOLOGY, INC. (GHTI) OF FORT WORTH, TEXAS, TO
OBTAIN A FAA SUPPLEMENTAL TYPE CERTIFICATE (STC) ON
THE SINGLE PILOT NOSE MODIFICATION FOR THE BELL 206L
LONGRANGER WHICH WAS DEVELOPED BY INDUSTRIES CARDON
(ICL). I HAVE BEEN INFORMED BY GHTI THAT THE FAA HAS
COMPLETED ITS FLIGHT TEST AND THAT ALL FAR
REQUIREMENTS HAVE BEEN SATISFIED, BUT THE FAA CANNOT
ISSUE THE STC UNTIL SOME "POLITICAL ISSUES" HAVE BEEN
RESOLVED.

THESE "POLITICAL ISSUES" UNDOUBTEDLY RELATE TO THE

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DEPARTMENT OF STATE A/CDC/MR

RECEIVED

M 9/6

DATE 6/24/91

CLASSIFIED

DECLASSIFY

DECLASSIFY IN PART

Non-responsive info.

FOL EO or PA exemptions

() CLASSIFY as

TS authority to:

() DOWNGRADE TS to () S or () C, OADR

OADR

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SPECULATION THAT ISL PLANS TO SELL MILITARIZED VERSIONS OF THE MODIFIED HELICOPTER TO THE GOVERNMENT OF IRAQ. THIS COULD NOT BE FURTHER FROM THE TRUTH. WE HAVE CONDEMNED THE IRAQI INVASION OF KUWAIT AND FULLY SUPPORT THE UN SANCTIONS AGAINST IRAQ. TO HELP CORRECT THE MISCONCEPTION THAT IRAQ WILL BE RECEIVING MODIFIED HELICOPTERS, I AM PREPARED TO TRANSFER TOTAL RESPONSIBILITY FOR THE HELICOPTER PROGRAM TO GLOBAL HELICOPTER TECHNOLOGY, INC. IT HAS NEVER BEEN MY INTENTION TO SELL THIS AIRCRAFT TO COUNTRIES NOT ACCEPTABLE FOR THE U.S. GOVERNMENT. BY

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TRANSFERRING THE RESPONSIBILITY OF THIS HELICOPTER TO GHTI. ANY FUTURE RESALE AND/OR EXPORT OF THESE AIRCRAFT WILL BE UNDER THE COMPLETE CONTROL OF A U.S. COMPANY AND SUBJECT TO THE U.S. EXPORT REGULATIONS. I WOULD VERY MUCH APPRECIATE YOUR HELP IN FORWARDING THIS CORRESPONDENCE TO THOSE INDIVIDUALS AND AGENCIES WHO NEED CLARIFICATION OF MY INTENTIONS. I WOULD BE MOST PLEASED TO MEET PERSONALLY WITH ANY U.S. REPRESENTATIVE AND SIGN WHATEVER DOCUMENT MAY BE REQUIRED TO CONFIRM MY INTENTIONS. IN SUMMARY, PLEASE UNDERSTAND THAT I WILL NOT VIOLATE U.S. EXPORT RESTRICTIONS ON THIS HELICOPTER PROJECT OR ANY OTHER PROGRAM IN WHICH MY COMPANIES ARE INVOLVED.

SINCERELY,

DR. CARLOS CARDONA

END TEXT.

3. ORIGINAL COPY OF LETTER POUCHED TO ARA/SC FOR PY/JTC AND/OR OTHER APPROPRIATE OFFICES.

GILLESPIE

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0310081030

EMPRESAS CARDOEN
PRESIDENCIA

DEPARTMENT OF STATE A/CDC/MB
12 September 1988

RECEIVED BY: [Signature]
DATE: 9/14/88
TO: [Signature]
FROM: [Signature]

TO: [Signature] OADB
Ambassador Charles G. Gilstrap, OADB
U.S. Embassy
Santiago - CHILE

Dear Mr. Ambassador,

In March 1988, I contracted with Global Helicopter Technology, Inc. (GHTI) of Fort Worth, Texas to obtain a F.A.A. Supplemental Type Certificate (STC) on the single pilot nose modification for the Bell 206L LongRanger which was developed by Industrias Cardoen (ICL). I have been informed by GHTI that the F.A.A. has completed its flight test and that all F.A.A. requirements have been satisfied, but the F.A.A. cannot issue the STC until some "political issues" have been resolved.

These "political issues" undoubtedly relate to the speculation that ICL plans to sell militarized versions of the modified helicopter to the Government of Iraq. This could not be further from the truth. We have condemned the Iraqi invasion of Kuwait and fully support the U.N. sanctions against Iraq.

To help correct the misconception that Iraq will be receiving modified helicopters, I am prepared to transfer total responsibility for the helicopter program to Global Helicopter Technology, Inc. It has never been my intention to sell this aircraft to countries not acceptable for the U.S. Government. By transferring the responsibility of this helicopter to GHTI, any future resale and/or export of these aircraft will be under the complete control of a U.S. company and subject to the U.S. export regulations.

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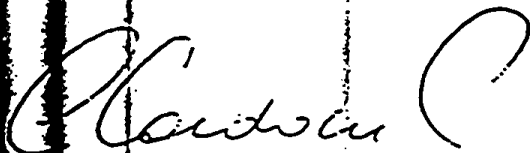
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RECEIVED
Ambassador Charles Gillispie
12 September 1990

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I would very much appreciate your help in forwarding this correspondence to those individuals and agencies who need clarification of my intentions. I would be more than pleased to meet personally with any U.S. representative and sign whatever document may be required to confirm my intentions. In summary, please understand that I will not violate U.S. export restrictions on this helicopter project or any other program in which my companies are involved.

Sincerely,



Dr. Carlos Cardoen

213/90

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